

BOARD OF COUNTY COMMISSIONERS

OCTOBER 30, 2018

A BCC Utilities Department Quarterly Update Meeting was held at the Murdock Administration Complex in Commission Chambers; Room 119, Port Charlotte, Florida.

The following members were present: Chair Doherty, Commissioner Constance, Commissioner Deutsch, Commissioner Tiseo, and Commissioner Truex. Also in attendance were: County Administrator Sandrock, County Attorney Knowlton, and Minutes Clerk Cash. The following members were absent: None

The Meeting was called to order at 9:00 am, followed by the Pledge of Allegiance.

Citizen Input - None

1. Utilities Update

County Administrator Sandrock gave a brief overview of Agenda and referenced East West Spring Lakes Project paving timeline.

Craig Rudy, Utility Director gave a brief outline of Overview, Operations Annual Highlights, Business Services Highlights, Engineering Highlights, Keeping it in Balance, Department Challenges, Growth & Development, New Construction Permits last 6 Months (20 Sept 2018), Growth Impacts, West County Water Improvements, Deep Creek Force Main, Loveland Grand Master Lift Station and 48" Gravity Interceptor, Tuckers Point, Sunseeker, Line Extension Program, System Maintenance FY18, Maintenance, FDEP Consent Order, Customer Service Focuses, Infrastructure, Forrest Nelson Force Main Replacement, East West Spring Lakes Project, El Jobean Project, El Jobean Project Outreach, Plant Capacity, East Port Water Reclamation Facility (WRF), Permit Requirements, Next Steps: Expansion of East Port, Burnt Store WRF, Next Steps: Expansion of Burnt Store, Projected Cost, Next Steps, and responded to Board inquiries.

Bruce Bullert, Operations and Engineering Manager mentioned Loveland Grand Master Lift Station and 48" Gravity Interceptor.

County Attorney Knowlton commented on Line Extension Program and Sunseeker.

Chair Doherty discussed Engineering Highlights, Line Extension Program, East West Spring Lakes Project, East Port WRF, Burnt Store WRF, Projected Cost, and water quality. **Commissioner Constance** spoke to Operations Annual Highlights, Business Services Highlights, Engineering Highlights, Loveland Grand Master Lift Station and 48" Gravity Interceptor, Sunseeker, Line Extension Program, System Maintenance FY18, Maintenance, Forrest Nelson Force Main Replacement, East West Spring Lakes Project, Burnt Store WRF, water quality, and Keeping it in Balance. **Commissioner Deutsch** mentioned System Maintenance FY18, Maintenance, East West Spring Lakes Project, Burnt Store WRF, Projected Cost, and water quality. **Commissioner Tiseo** commented on Loveland Grand Master Lift Station and 48" Gravity Interceptor, Sunseeker, Maintenance, East West Spring Lakes Project, US 41 Florida Department of Transportation (FDOT) trunk line, wet wells, and future growth. **Commissioner Truex** discussed Line Extension Program, System Maintenance FY18, future growth, and water quality.

RECESS: 10:15 am - 10:27 am

2. PRMG Rates Discussion

Richard Arthur, Fiscal Services Financial Manager introduced Murray Hamilton, Public Resources Management Group, Inc. (PRMG) and Henry Thomas, PRMG, Inc., gave a brief overview of the Agenda, Review of Process and Financial Model, Financial Model, and responded to Board inquiries.

Travis Mortimer, Capital Projects Manager gave a brief overview of Capital Needs Assessment.

Mr. Thomas gave a brief overview of the PRMG Presentation and responded to Board inquiries.

Mr. Hamilton gave a brief overview of Study Tasks, Base Case: Projected Debt Service Payments, Base Case: Projected Adequacy of Existing Rates, Comparison of Existing Water and Wastewater Rates, Proposed Capital Needs Assessment (CNA) Projects, Projected Additional Customer Growth & Operating Expenses Under the CNA, Summary of CNA Scenarios, Projected System-wide Rate Adjustments, Projected Single Family Residential Bills, Projected Unrestricted Cash Reserves, and responded to Board inquiries.

Gordon Burger, Budget and Administrative Services Director referenced Summary of CNA Scenarios.

Chair Doherty opined Summary of CNA Scenarios and Projected System-wide Rate Adjustments. **Commissioner Constance** spoke to Projected Additional Customer Growth & Operating Expenses Under the CNA, Base Case: Projected Debt Service Payments, Base Case: Projected Adequacy of Existing Rates, Projected System-wide Rate Adjustments, and Projected Single Family Residential Bills. **Commissioner Deutsch** discussed Summary of CNA Scenarios and Base Case: Projected Adequacy of Existing Rates. **Commissioner Tiseo** commented on Financial Model, Projected Additional Customer Growth & Operating Expenses Under the CNA, Base Case: Projected Adequacy of Existing Rates, Comparison of Existing Water and Wastewater Rates, Summary of CNA Scenarios, and Projected System-wide Rate Adjustments. **Commissioner Truex** mentioned Projected System-wide Rate Adjustments, Summary of CNA Scenarios, and Projected Single Family Residential Bills.

(Consensus: Projected rate adjustment scenarios to include: (1) Peace River Projects (2) Splitting water and wastewater (3) start rate increase for 2019.)

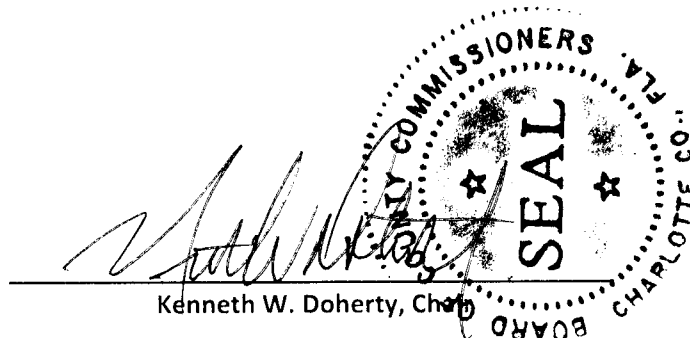
AA. County Administrator: None

BB. County Attorney: None

CC. Commissioner Comments:

Commissioner Tiseo noted growth initiatives.

ADJOURNED: 11:40 am



Kenneth W. Doherty, Chair

DATE ADOPTED: November 27, 2018

ATTEST:

ROGER D. EATON, CLERK
OF THE CIRCUIT COURT AND
EX-OFFICIO OF THE BOARD
OF COUNTY COMMISSIONERS

By: Michelle D. Berardino
Deputy Clerk